

For: State and County Offices

Changes in Calculating Posted County Price (PCP) for Sunflower Seed, Other Type

Approved by: Deputy Administrator, Farm Programs



1 Overview

A

Background

Weather conditions have increased the percent of Sclerotinia bodies which affect the quality of sunflower seed, other type (SFN). These conditions have greatly impacted the market price for confectionary, or other type, sunflower seed.

Because the daily market rate posted for SFN did not reflect the Sclerotinia bodies condition, PCP used to determine the marketing loan repayment and LDP rate may not have provided sufficient market gain or LDP benefits to those producers of SFN.

B

Purpose

This notice instructs State and County Offices to:

- base repayment and LDP rates for SFN on rates established for Sunflower Seed, Oil Type (SUN) when Sclerotinia bodies exceed 1 percent
- issue supplemental payments to producers who have already received LDP or market gain for 1999-crop SFN.

Disposal Date	Distribution
October 1, 2000	State Offices; State Offices relay to County Offices

Notice LP-1707

2 County Office Action

A

Eligible SFN

Eligible SFN is 1999-crop SFN with greater than 1 percent Sclerotinia bodies.

B

**Obtaining
Producer
Certification**

Producers requesting LDP or repaying 1999-crop loans using PCP must certify that their 1999-crop SFN has greater than 1 percent Sclerotinia bodies. This certification must be in writing and can be certified on the LDP request or loan repayment documents, as applicable.

C

**Determining
Repayment and
LDP Rates**

For eligible SFN, the repayment and LDP rate is the rate determined for SUN.
Determine the repayment and LDP rate for all other SFN in the normal manner using the rates applicable to SFN.

D

**Determining
LDP Rates**

For LDP's requested on eligible 1999-crop SFN:

- **before** the date of this notice, process the additional disbursement as a new LDP

Note: The LDP rate is the difference between the SFN LDP rate and the SUN LDP rate in effect on the date of the original LDP request.
- **on or after** the date of this notice, use the SUN LDP rate in effect on the date of the LDP request.

Producers who did not request LDP on eligible 1999-crop SFN because they sold their SFN or there was no LDP in effect, County Offices shall:

- allow the producers to request LDP using CCC-666 LDP
 - for sold commodities, use the SUN LDP rate in effect on the date of delivery
 - for all other requests, use the SUN LDP rate in effect on the date of request.
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E

**Recording
Recalculated
Loan
Repayments**

For eligible 1999-crop SFN loan repayments processed on or before the date of this notice, correct the original repayment in APSS and re-record the repayment according to 12-PS, Part 17, using the SUN repayment rate in effect on the date of the original loan repayment.
